

State of Utah DEPARTMENT OF NATURAL RESOURCES

30210009 TASK 2715

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA Division Director

October 30, 2008

Jerry Glazier JG Resources LLC 155 W. 100 S. Hurricane, Utah 84737

Subject: Reclamation Surety Required, JG Resources LLC. Etna Mine, S/021/0009, Iron County, Utah

Dear Mr. Glazier:

The Division finds your amendment to the Notice of Intention to Conduct Small Mining for the Etna Mine complete. Prior to conducting mining activities the Division must approve the reclamation surety. The reclamation surety is determined to be \$21,900 for the 5-acre project escalated to year 2010 and \$24,000 Escalated to year 2012. The current surety on file is \$5,400. Please submit the difference \$16,500 for the 5-acre project escalated to year 2010 and \$18,600 Escalated to year 2012 based on the current surety on file.

Please submit the reclamation surety and Reclamation Contract within the next 30 days. No mining related disturbance can be created until the surety is received and approved, and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including cash, an irrevocable letter of credit, a certificate of deposit, or a surety bond. Please contact Penny Berry at (801) 538-5291 or e-mail bondcoordinator@utah.gov for assistance in completing this requirement.

Thank you for your cooperation to help finalize this permitting action. In reply, <u>please refer to file number S/021/0006</u>.

V. O

Paul Baker

Mineral Program Manager

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